Development of Industries in backward areas

673. SHRI GAYA CHAND BHUYAN: Will the Minister of INDUSTRY be pleased to state what is the provision made by his Ministry for development of Industries in backward areas in the country during 1986-87 and out of these provisions, what is the amount earmarked for the projects in backward areas of Orissa; if so, the details thereof?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI M. ARUNACHALAM): A budget provision of Rs. 128.20 crores has been made during the year 1986-87. No separate amount has been earmarked for any State/Union Territory. Under the Central Investment Subsidy Scheme, reimbursements are made on receipt of application with necessary particulars/certificates. An amount of Rs. 1.52 crores has been reimbursed to the Government of Orissa during the current financial year upto 31st October, 1986.

Production of new model of cars with foreign collaboration

674. SHRI DHARAM CHANDER PRASHANT:

SHRI A. G. KULKARNI:

Will the Minister of INDUSTRY be pleased to state:

(a) whether M/s. Maruti Udyog Limited, Premier Motors, Standard Motors and Hindustan Motors have been permitted to produce new models with foreign collaboration and if so, what is the model-wise foreign component permitted alongwith capital equipment and subsequent imports year-wise;

(b) whether Government are aware of the abnormal cost of spare parts charged by these companies for the new models;

(c) whether Government have taken note of deposits collected by different automobile manufacturing companies alongwith applications; and

(d) if so, the deposit amounts collected by each company?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI M. ARUNACHALAM): (a) Except M/s. Maruti Udyog Ltd. none of the companies have been permitted foreign collaboration for the manufacture of complete passenger cars. However, M/s. Standard Motors, M/s. Premier Automobiles Ltd., and M/s. Hindustan Motors Ltd. were permitted to import technology to upgrade their existing vehicles. The phased manufacturing programme approved by the Government for the manufacture of these new models of cars is given in Statement-I. (*See* below), accoridng to which import of components is allowed in each case.

(b) The prices of imported spare parts of the Maruti vehicles were reduced considerably by Maruti Udyog Ltd., in November, 1985.

(c) Yes, Sir.

(d) S'atement-II is enclosed. (*See* below).